



Global Technical Committee

Legal Entity Identifier ISO 17442

18 June 2012

Revision 0.1

Proposal Status: **Approved**

For Global Technical Committee Governance Internal Use Only

Submission Date:	June 21, 2012	Control Number:	<u>EP156</u>
Submission Status	<u>ApprovedDraft</u>	Ratified Date	<u>July 27, 2012</u>
Primary Contact Person:	FPL GTC	Release Identifier:	5.0 SP3

DISCLAIMER

THE INFORMATION CONTAINED HEREIN AND THE FINANCIAL INFORMATION EXCHANGE PROTOCOL (COLLECTIVELY, THE "FIX PROTOCOL") ARE PROVIDED "AS IS" AND NO PERSON OR ENTITY ASSOCIATED WITH THE FIX PROTOCOL MAKES ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, AS TO THE FIX PROTOCOL (OR THE RESULTS TO BE OBTAINED BY THE USE THEREOF) OR ANY OTHER MATTER AND EACH SUCH PERSON AND ENTITY SPECIFICALLY DISCLAIMS ANY WARRANTY OF ORIGINALITY, ACCURACY, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE. SUCH PERSONS AND ENTITIES DO NOT WARRANT THAT THE FIX PROTOCOL WILL CONFORM TO ANY DESCRIPTION THEREOF OR BE FREE OF ERRORS. THE ENTIRE RISK OF ANY USE OF THE FIX PROTOCOL IS ASSUMED BY THE USER.

NO PERSON OR ENTITY ASSOCIATED WITH THE FIX PROTOCOL SHALL HAVE ANY LIABILITY FOR DAMAGES OF ANY KIND ARISING IN ANY MANNER OUT OF OR IN CONNECTION WITH ANY USER'S USE OF (OR ANY INABILITY TO USE) THE FIX PROTOCOL, WHETHER DIRECT, INDIRECT, INCIDENTAL, SPECIAL OR CONSEQUENTIAL (INCLUDING, WITHOUT LIMITATION, LOSS OF DATA, LOSS OF USE, CLAIMS OF THIRD PARTIES OR LOST PROFITS OR REVENUES OR OTHER ECONOMIC LOSS), WHETHER IN TORT (INCLUDING NEGLIGENCE AND STRICT LIABILITY), CONTRACT OR OTHERWISE, WHETHER OR NOT ANY SUCH PERSON OR ENTITY HAS BEEN ADVISED OF, OR OTHERWISE MIGHT HAVE ANTICIPATED THE POSSIBILITY OF, SUCH DAMAGES.

DRAFT OR NOT RATIFIED PROPOSALS (REFER TO PROPOSAL STATUS AND/OR SUBMISSION STATUS ON COVER PAGE) ARE PROVIDED "AS-IS" TO INTERESTED PARTIES FOR DISCUSSION ONLY. PARTIES THAT CHOOSE TO IMPLEMENT THIS DRAFT PROPOSAL DO SO AT THEIR OWN RISK. IT IS A DRAFT DOCUMENT AND MAY BE UPDATED, REPLACED, OR MADE OBSOLETE BY OTHER DOCUMENTS AT ANY TIME. THE FPL GLOBAL TECHNICAL COMMITTEE WILL NOT ALLOW EARLY IMPLEMENTATION TO CONSTRAIN ITS ABILITY TO MAKE CHANGES TO THIS SPECIFICATION PRIOR TO FINAL RELEASE. IT IS INAPPROPRIATE TO USE FPL WORKING DRAFTS AS REFERENCE MATERIAL OR TO CITE THEM AS OTHER THAN "WORKS IN PROGRESS". THE FPL GLOBAL TECHNICAL COMMITTEE WILL ISSUE, UPON COMPLETION OF REVIEW AND RATIFICATION, AN OFFICIAL STATUS ("APPROVED") TO THE PROPOSAL AND A RELEASE NUMBER.

No proprietary or ownership interest of any kind is granted with respect to the FIX Protocol (or any rights therein).

Copyright 2003-2012 FIX Protocol Limited, all rights reserved

Table of Contents

Document History.....	5
1 Introduction.....	6
2 Business Workflow.....	7
3 Issues and Discussion Points	7
4 Proposed Message Flow	7
5 FIX message tables	7
6 FIX component blocks.....	7
7 Appendix A - Data Dictionary	8
8 Appendix B - Glossary Entries	9

Table of Figures

Document History

Revision	Date	Author	Revision Comments
0.10	18 June 2012	Global Technical Committee, FIX Protocol, Ltd.	Initial Draft
<u>ASBUILT</u>	<u>19 July 2012</u>	<u>Lisa T.</u>	<u>ASBUILT created</u>

1 Introduction

The Legal Entity Identifier (LEI) originated as an initiative under the USA Dodd-Frank legislation to create an identifier for legal entities. The LEI is to be used to identify legal entities across financial products and services in order to correlate financial information for the purposes of analyzing systemic risk. The LEI has undergone a significant global development effort since its inception. A new ISO standard, ISO 17442 Legal Entity Identifier was recently approved. Globally the LEI will be managed by the Financial Stability Board of the G20 countries.

At this point in time, the direction of the LEI and how it will be adopted has not been finalized. The FSB has published a report on the status and plans for the LEI

(http://www.financialstabilityboard.org/publications/r_120608.pdf).

FIX Protocol introduced a robust set of Party Details messages in FIX.5.0SP2 Extension Pack EP105. These messages, complemented by additional Extension Packs, provide a full featured set of messages for the management and dissemination of counterparty (“legal entity”) information.

This proposal requests the addition of a PartyIDSource(447) for the Legal Entity Identifier (ISO 17442). All FIX messages that contain the PartyIDSource component will be able to contain the Legal Entity Identifier and identify ISO 17442 as the source of the identifier.

The business practices around where the LEI will be used will be determined by the FIX community working with other industry groups and regulators.

1.1 References

EP105 Parties Reference Data Enhancements	A set of new messages for requesting and returning party details, relationships, and risk limits. Entitlement information (EP129) as well as the ability to define and maintain party details, entitlements and risk limits are covered by separate extension proposals that have either already been approved or submitted to the GTC. http://www.fixprotocol.org/specifications/EP105
EP128 Risk Limit Extensions	Extension of Party Risk Limit messages introduced with EP105, mainly to support the definition of risk limits and to be able to convey current risk exposure. http://www.fixprotocol.org/specifications/EP128
EP129 Entitlements	Extension of Parties Reference Data (see EP105) to entitlement information. http://www.fixprotocol.org/specifications/EP129
EP146 Parties Reference Data Transactions	Further extension to EP105, EP128, and EP129 to support transactional flow for party detail, risk limits and entitlements. http://www.fixprotocol.org/specifications/EP146
Financial Stability Board (FSB)	The FSB will oversee and manage the implementation and operation of the LEI on a global basis. The FSB has been established to coordinate at the international level the work of national financial authorities and international standard setting bodies and to develop and promote the implementation of effective regulatory, supervisory and other financial sector policies. It brings together national authorities responsible for financial stability in significant international financial centres, international financial institutions, sector-specific international groupings of regulators and supervisors, and committees of central bank experts. http://www.financialstabilityboard.org/
The Group of Twenty (G20)	The Group of Twenty (G20) was formed in response to economic crises in the 1990s. The G20 includes 19 country members and the European Union, which together

	represent around 90% of global GDP, 80% of global trade and two-thirds of the world's population. http://www.g20.org/index.php/en/what-is-the-g20
ISO 17442	The International standard for the Legal Entity Identifier. This is the definition for the format of the Legal Entity Identifier. Official standard site: http://www.iso.org/iso/catalogue_detail?csnumber=59771

2 Business Workflow

Not applicable

3 Issues and Discussion Points

4 Proposed Message Flow

Not applicable

5 FIX message tables

Not applicable

6 FIX component blocks

Not applicable

7 Appendix A - Data Dictionary

Tag	Field Name	Action	Data type	Description	FIXML Abbreviation	Add to / Deprecate from Message type or Component block
447	PartyIDSource	add		Noted - Legal Entity Identifier (ISO 17442) LEI		

8 Appendix B - Glossary Entries

Term	Definition	Field where used